

FISCAL MEMORANDUM
SB 342 – HB 2081

April 26, 2007

SUMMARY OF AMENDMENT (005377): Deletes the language of the original bill that required previously paid premium taxes to be refunded to a self-insured insurance pool of an association of private, not-for-profit educational institutions which has been in existence for twenty-five years or more.

FISCAL IMPACT OF ORIGINAL BILL:

Decrease State Revenues – Exceeds \$200,000 Recurring
Increase State Expenditures - \$1,157,000 One-Time
Decrease State Expenditures – Not Significant/Recurring

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

Decrease State Revenues – Exceeds \$200,000 Recurring
Decrease State Expenditures – Not Significant/Recurring

Assumptions applied to amendment:

- One entity, the Tennessee Independent Colleges and Universities Association Benefit Consortium, will be affected by the provisions of this bill, as amended.
- Based on past premium tax payment history, the state will realize a decrease in revenues exceeding \$200,000 on a recurring basis.
- There will be a not significant, recurring decrease in state expenditures in administrative costs as a result of no longer requiring the Consortium to pay premium taxes.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James W. White, Executive Director

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